GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

I&I Department – AP Maritime Board - Securing the term loan of Rs.1500.00 crores from SBI, Overseas Branch, Hyderabad by APMB for (3) green field port projects Ramayapatnam, Bhavanapadu & Machilipatnam - Orders – Issued.

INFRASTRUCTURE AND INVESTMENTS (PORTS) DEPARTMENT

G.O.Ms.No.4 Dated:30.03.2022

Read:

From the Chief Executive Officer, Letter No.2/APMB/2021, dt 09-02-2022

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O R D E R:

In the reference read above, the CEO, APMB has submitted that the State Bank of India, Overseas Branch, Hyderabad in their letter dated 05.02.2022 have conveyed the sanction of term loan of Rs.1500.00 crores to APMB subject to the terms and conditions i.e Primary security and collateral, the Mandatory Covenants, the Repayment Schedule and the Debt Equity ratio to be maintained for each of the three ports and the amounts earmarked for development of each of the ports out of the sanctioned term loan of Rs.1500.00 crores is as indicated hereunder:

- Ramayapatnam Port : Rs.700.00 crs.
- Machilipatnam Port : Rs.550.00 crs.
- Bhavanapadu Port : Rs.250.00 crs.

2. He has submitted that the rate of interest is 0.10% above MCLR-6M (6.95% p.a.); present effective rate being 7.05% p.a. with monthly rests. Interest will be reset every six months. Bank shall at any time be entitled to vary the spread based on the Credit Risk Assessment of the borrower and the MCLR at its discretion. The other aspects such as Insurance, Inspection, Validity of sanction, Indicative draw down schedule, repayment, upfront fee, other charges, Registered Mortgage charges, other conditions, documentation, penal interest etc. are indicated in SBI letter. The CEO, APMB has requested the Government to issue orders authorizing APMB to borrow from SBI, Overseas Branch, Hyderabad and for creation of charge on the assets of APMB as indicated in proposal, while permitting the APMB to comply with the requirements as indicated in the Sanction letter dated 05.02.2022 of SBI, Overseas Branch, Hyderabad for securing the term loan of Rs.1500.00 crores.

3. Government after careful examination of the matter, hereby authorise APMB to borrow from SBI, Overseas Branch, Hyderabad and for creation of charge on the assets of APMB as indicated in proposal, while permitting the APMB to comply with

the requirements as indicated in the Sanction letter dated 05.02.2022 of SBI, Overseas Branch, Hyderabad for securing the term loan of Rs.1500.00 crores for implementing the three (3) green field port projects Ramayapatnam, Bhavanapadu & Machilipatnam.

4. The Chief Executive Officer, Andhra Pradesh Maritime Board (APMB) shall take necessary action, accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

R.KARIKAL VALAVEN
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To
The Chief Executive Officer, Andhra Pradesh Maritime Board (APMB)
Copy to:
The Prl. Accountant General (Audit.I) A.P.,Vijayawada
The Director, Works & Accounts, AP
The OSD to Special Chief Secretary to Hon'ble CM
The OSD to Hon'ble Minister (I&I) Dept.
The Finance (FMU-ENERGY&I&I) Dept.
The PS to Special Chief Secretary to Govt.I&I Dept.
Sf/Sc (INI01-PORT/88/2021-PORT-1653171)

//FORWARDED :: BY ORDER//

SECTION OFFICER